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7550-63085

APPLICATION

Honorable James H. Welsh Commissioner of Conservation Louisiana Office of Conservation P.O. Box 94275 Baton Rouge, Louisiana 70804-4275

RE:

Y-2 Zone, Reservoir C North DeQuincy Field

Calcasieu Parish, Louisiana

Application is hereby made on behalf of **THE WISER OIL COMPANY** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an Order pertaining to the following matters in the **Y-2 Zone**, **Reservoir C**, in the **North DeQuincy Field**, Calcasieu Parish, Louisiana, to-wit:

- To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate, such unit to be designated Y-2 RC SUA;
- To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation;
- 3. To designate The Wiser Oil Company Olympia Minerals 25 No. 1 Well as the unit well for the proposed unit;

- 4. To designate The Wiser Oil Company as the unit operator for the proposed unit;
- 5. To provide that any future wells drilled to the Y-2 Zone, Reservoir C outside of the proposed unit should be located in accordance with the spacing provisions of Statewide Order No. 29-E;
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the Y-2 Zone, Reservoir C by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation; and
- 7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Y-2 Zone, Reservoir C, in the North DeQuincy Field is hereby defined as that gas and condensate bearing zone encountered between the depths of 9,016 feet and 9,550 feet, electrical log measurements, in the Wiser Oil Company - Olympia Minerals 25 No. 1 Well, located in Section 25, Township 7 South, Range 11 West, Calcasieu Parish, Louisiana.

A conference to discuss the proposed application and any opposition thereto was held at 2:00 p.m., on Monday, June 21, 2004, at the Onebane Firm, 102 Versailles Blvd., Suite 600, Lafayette, Louisiana. A list of the parties who attended the pre-application conference is attached. Randall Songy, attorney for the applicant, opened the conference with a brief discussion of the Rules of Procedures. David Comeaux, geological consultant for the applicant, explained the applicant's proposal and the geological, engineering and other bases therefor, and answered questions. Counter plans were shown by Travis Helms, representing Temple-Inland, and Joe Adams, representing Olympia Minerals. The parties were unable to resolve their differences at the conference, and it was then adjourned.

Subsequent to the conference, the proposed unit well was completed as a producer, and the applicant has decided to slightly modify its unit proposal to that shown on the attached plat. The only change to the unit configuration was to move the western boundary further to the east, reducing the size of the unit from approximately 274 acres to approximately 240 acres. The applicant had advised the parties attending the June 21 pre-application conference that such a revision was being considered. However, if any interested party requests a conference to discuss this proposal within ten (10) days of this Application, the applicant will schedule such a conference.

Pertinent data relating to the proposed application can be obtained, <u>AT THE COST OF THE REQUESTING PARTY</u>, by contacting **David Comeaux with Leon E. Comeaux & Associates**, 305 La Rue France, Lafayette, Louisiana 70508, (337)233-9839.

There is attached hereto and made a part hereof a plat outlining the proposed unit and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed is our check in the amount of \$755.00 made payable to the Office of Conservation in payment of the required hearing application fee.

Very truly yours,

RANDALL C. SÓNGY

RCS/elg/bad Enclosures

CC:

Mr. Richard Hudson, District Manager Office of Conservation

Interested Owners, Represented Parties, and Interested Parties

P.S. To all Interested Owners, Represented Parties and Interested Parties:

You may have received this Application even though your property is not included in the proposed unit, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed units.

Your receipt of this Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

